

TO: JOHN  
 FROM: JT  
 RE: SAVINGS AND LOAN CONTROVERSY  
 DATE: NOVEMBER 3, 1986

Below I have summarized our activities in relation to the FHLBB controversy.

June 24, 1984 - letter to Chairman Grey on his proposed direct investment regulation. Questions whether it is the appropriate remedy for the S&L industry.

August 8, 1984 - follow-up letter to Grey on the DI reg. Contained copy of a 1982 study by the Board which suggested that liberalization of investment powers had proved successful in Texas. Request to review evidence the Board had which contradicted this study and asked for a full evidentiary hearing on the regulation.

January 4, 1985 - letter to Grey requesting an extension of the comment period on the DI reg.

January 30, 1986 - Letters to White House Chief of Staff Baker and Treasury Secretary Regan containing copies of the January 4 letter and requesting their assistance in the matter.

July 21, 1986 - Letter to Grey regarding movement of Bank Board to restrict powers of state-chartered S&L's, including DI reg, and requesting that a hearing be held on these activities.

Last letter was done at the request of Norm Miller, on behalf of the AS S&L industry. All of the other actions were supported by the AS S&L Assn. as well as Mr. Keating. Suggest interested parties contact Mr. Miller at 252-1677 for comment on the official position of the Savings & Loan League of Arizona.

SPECIAL COUNSEL  
 EX. 285

M 84136

**BEST AVAILABLE COPY**